

January 7, 2003

Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

Dear Supervisors:

**JOINT RESOLUTIONS BETWEEN THE COUNTY OF LOS ANGELES, VARIOUS  
COUNTY SANITATION DISTRICTS, AND OTHER AFFECTED TAXING ENTITIES  
ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUE  
AS A RESULT OF THE PROPOSED ANNEXATIONS  
TO COUNTY SANITATION DISTRICTS  
(ANNEXATION NOS. 20-51, 21-646, 26-325, 26-329, AND 26-330)**

**(SUPERVISORIAL DISTRICT 5) (3 VOTES)**

**IT IS RECOMMENDED THAT YOUR BOARD:**

Approve the attached Joint Resolutions between your Board, various County Sanitation Districts, and other affected taxing entities based on the negotiated exchange of property tax revenue, related to proposed annexations to various County Sanitation Districts.

**PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

The governing bodies of the affected County Sanitation Districts and the respective taxing entities have adopted the attached Joint Resolutions based on the negotiated exchange of property tax revenue related to several proposed annexations to the Sanitation Districts. In order for the Local Agency Formation Commission (LAFCO) of Los Angeles County to proceed with the required hearings on the proposed annexations, your Board, as the governing body of the County, acting on behalf of the

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County Library, Consolidated Fire Protection District, Forester and Fire Warden, Flood Control District, and Road District Nos. 4 and 5, must also adopt the attached Joint Resolutions. The Resolutions transfer a portion of the annual tax increment attributable to each of the respective annexation areas from the County and other taxing entities to the annexing Sanitation District. Each of the affected agencies' share of the annual property tax increment will be adjusted accordingly.

#### **FISCAL IMPACT/FINANCING**

There is no base transfer of property taxes associated with these annexations. The adopted resolutions will transfer a portion of the annual property tax increment attributable to the annexations from the County and the other affected taxing entities to the respective County Sanitation Districts commencing in Fiscal Year 2004-05. The impact to the County's share of incremental property taxes for future years is shown on the attachment.

#### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

Pursuant to Part 3, Division 3, Title 5 of the California Government Code, commencing with Section 56000, the Sanitation Districts adopted resolutions and filed applications with LAFCO to initiate proceedings for annexation of territory to various Sanitation Districts.

Section 99 of the Revenue and Taxation Code (R&T Code) requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change, must negotiate a reallocation of property tax revenue between the affected agencies, and approve and accept such reallocation by resolution. The Sanitation Districts and the other independent taxing agencies, including affected cities, have adopted a negotiated Joint Resolution for each annexation, as required by Section 99 of the R & T Code. Adoption of the Joint Resolutions by your Board will allow LAFCO to schedule the required public hearings on the proposed annexations. LAFCO will subsequently take action to approve, approve with changes, or disapprove each proposal for annexation.

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The Joint Resolutions have been approved as to form by County Counsel.

**CONCLUSION**

At such time as the recommendation is approved by your Board, please return one copy of this letter and two originals of each Resolution to LAFCO, three copies of this letter and one copy of each Resolution to the Chief Administrative Office, Office of Unincorporated Area Services and Special Projects, and one copy of the letter and each Resolution to the Auditor-Controller, Tax Division.

Respectfully submitted,

DAVID E. JANSSEN  
Chief Administrative Officer

DEJ:LS  
DD:MJS:os

Attachments

c: Auditor-Controller